

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS
GOVERNOR

February 2, 1987

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

McKay Oil Corporation
P. O. Box 2014
Roswell, New Mexico 88202

Attention: James L. Schultz

Administrative Order NSP-1500

Gentlemen:

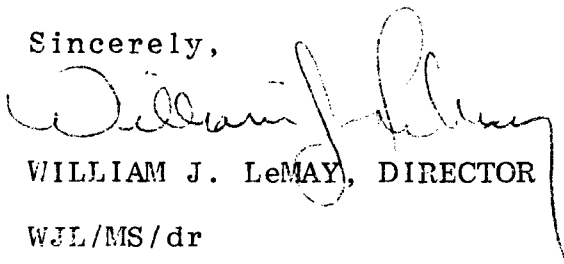
Reference is made to your application for a 139.16-acre, more or less, non-standard gas proration unit consisting of the following acreage in the West Pecos Slope Abo Gas Pool:

CHAVES COUNTY, NEW MEXICO
TOWNSHIP 6 SOUTH, RANGE 22 EAST, NMPM
Irregular Section 4: Lots 3 and 4 and the
S/2 SW/4

It is my understanding that this unit is to be dedicated to your Pierce Federal Well No. 2 to be drilled at a standard gas well location 780 feet from the South line and 1980 feet from the West line of said Section 4.

By authority granted me under the provisions of Division General Rule 104.D II, the above non-standard gas proration unit is hereby approved.

Sincerely,


WILLIAM J. LeMAY, DIRECTOR
WJL/MS/dr

cc: Oil Conservation Division - Artesia
Bureau of Land Management - Roswell